

Agricultural Research and Extension Service

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2004 Total App	FY 2004 Actual	FY 2005 Approp	FY 2006 Request	FY 2006 Gov Rec
BY FUND CATEGORY					
General	23,816,600	23,816,700	24,679,100	26,117,100	25,985,800
Dedicated	345,400	126,900	318,000	318,000	318,000
Federal	5,480,900	4,091,500	4,599,500	4,599,500	4,599,500
Total:	29,642,900	28,035,100	29,596,600	31,034,600	30,903,300
Percent Change:		(5.4%)	5.6%	4.9%	4.4%
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	23,756,200	0	0	0
Operating Expenditures	0	3,559,000	0	0	0
Capital Outlay	0	719,900	0	0	0
Lump Sum	29,642,900	0	29,596,600	31,034,600	30,903,300
Total:	29,642,900	28,035,100	29,596,600	31,034,600	30,903,300
Full-Time Positions (FTP)	369.53	369.53	373.11	374.71	374.71

Division Description

The University of Idaho's College of Agriculture has a land grant mandated, three-pronged mission: education, research, and extension. The education component is funded through the UI's portion of the College and Universities' general education appropriation. The research and extension components are funded directly via this appropriation to the Agricultural Research & Extension Service (ARES).

Agricultural research scientists are located at the campus in Moscow and the Caine Veterinary Teaching Center at Caldwell; at Research and Extension Centers at Sandpoint, Parma, Caldwell, Boise, Twin Falls, Kimberly, Aberdeen, Idaho Falls and Tetonia; and at the USDA/ARS Soil and Water Laboratory at Kimberly. University research support staff are also located at the USDA/ARS Sheep Experiment Station in Dubois. ARES work includes research on major Idaho agricultural products and on economic activities that apply to the state as a whole.

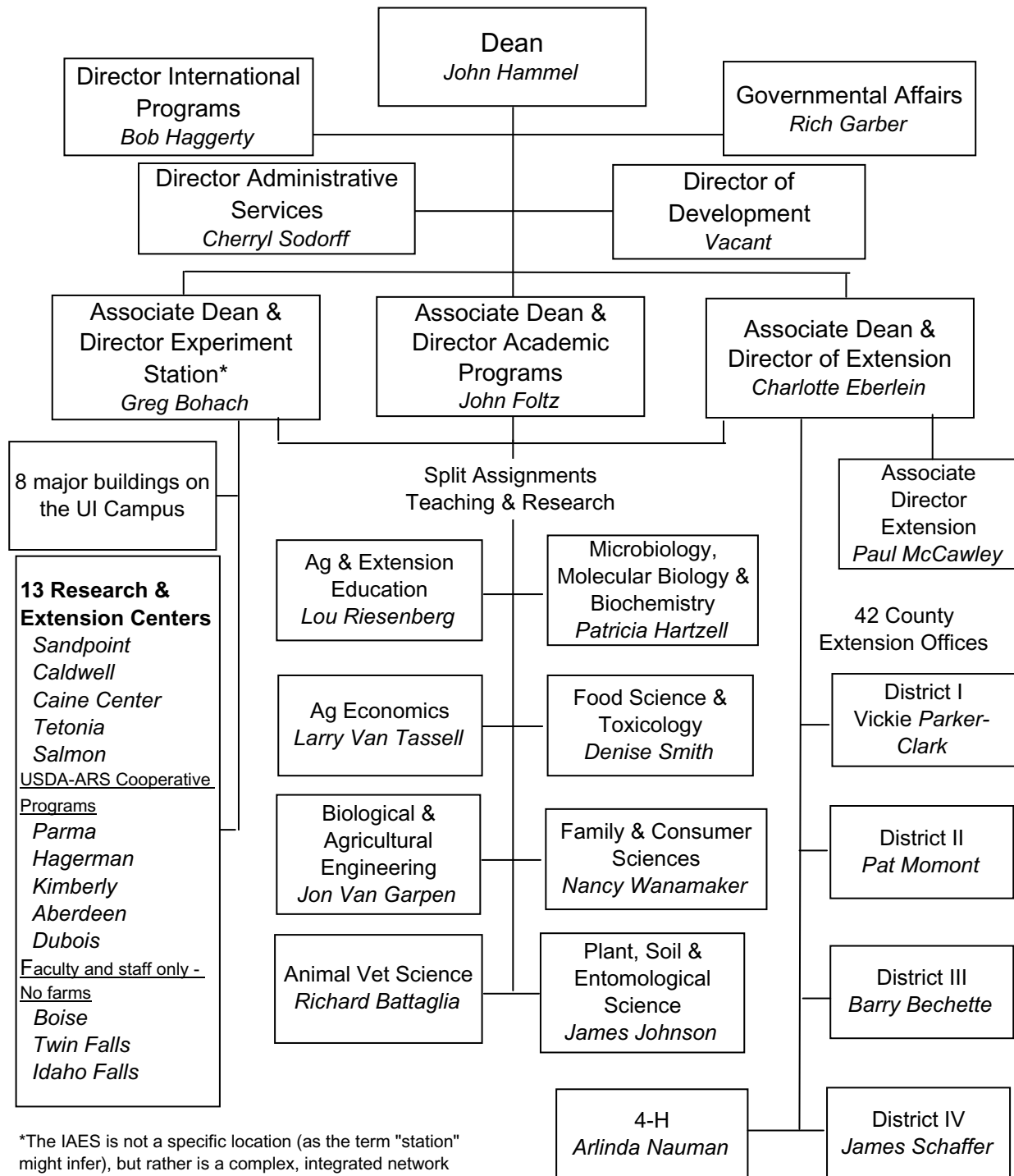
The Cooperative Extension Service has offices in 42 of Idaho's 44 counties (all except Boise and Shoshone counties) under the leadership of men and women who are specially trained to work with agriculture, families, youth and communities. The educational programs of these College of Agriculture faculty members are supported cooperatively by county, state and federal funding.

Appropriated funding provides base support for agricultural research and extension programming, and also provides leverage to generate additional grant and contract funding for ongoing program needs. Appropriated funding is also redirected for new programs as old programs are modified or eliminated.

Agricultural Research and Extension Service Agency Profile

Analyst: Houston

Organizational Chart University of Idaho - College of Agricultural & Life Sciences



*The IAES is not a specific location (as the term "station" might infer), but rather is a complex, integrated network of locations, facilities, and faculty and staff all dedicated to performing agricultural research in support of Idaho's complex agricultural industry.

Agricultural Research and Extension Service

Agency Profile

Analyst: Houston

University of Idaho College of Agricultural & Life Sciences

FY 2004 Estimated Operating Revenue, All Sources

\$69,377,175

44.9% State General Funds

Where Budgeted	Fund Source	Amount by Source	% of Total
Appropriated in College & Universities \$4,903,250			
State General Education	General Fund	4,903,250	7.1%
Appropriated In Special Programs \$1,582,500			
WOI Veterinary Education	General Fund	1,582,500	2.3%
Not Appropriated \$33,294,825 48.0%			
Off-budget	Grants & Contracts	19,297,331	27.8%
Off-budget	County Expenditures	3,390,169	4.9%
Off-budget	Gifts & Miscellaneous	1,018,100	1.5%
Off-budget	Local Service Funds	9,589,225	13.8%
Appropriated in ARES \$29,596,600 \$42.7%			
Research	General Fund	14,795,900	21.3%
Extension	General Fund	9,883,200	14.2%
Equine Education	Equine Education Fund	136,100	0.2%
Research and Extension	Miscellaneous Revenue Fund (Memo)	181,900	0.3%
Research and Extension	Federal Funds (Memo)	4,599,500	6.6%
Total		\$ 69,377,175	100.0%

ARES Only Expenditures, Appropriation, and Request

Sources of Funds	FY 2004 Expenditures	Percent of Total	FY 2005 Orig. Approp.	FY 2006 Request
1. General Fund (0001-00)	\$ 23,816,700	84.9%	\$ 24,679,100	\$ 26,117,100
The General Fund consists of moneys from income taxes, sales tax, and other miscellaneous sources. ARES uses about 60% of its appropriation for Research and 40% for Extension.				
2. Equine Education Fund (0060-05)	52,300	0.2%	136,100	136,100
Equine Education funds are collected by the Idaho Racing Commission. They are a portion of the handle generated by pari-mutuel horse racing wagering in the state in accordance with §54-2513(B)(4), Idaho Code. Funds are used by the veterinary science program to enhance the work conducted at the Northwest Equine Reproduction Laboratory.				
3. Miscellaneous Revenue Fund (Memo)	79,800	0.3%	181,900	181,900
Miscellaneous Revenue is generated primarily from ARES farming operations, and to a lesser extent, conferences, publications, and other research and extension activities.				
4. Federal Funds (Memo)	4,091,500	14.6%	4,599,500	4,599,500
ARES receives Hatch Formula Funds, Hatch Regional Research Funds, Smith-Lever Formula Funds and Farm Safety Funds. Hatch Act funding is used for ag research and supports the agricultural experiment stations. Smith-Lever funds are allocated to extension. Farm Safety funds are earmarked to support farm safety research and extension.				
Total	\$ 28,040,300	100.0%	\$ 29,596,600	\$ 31,034,600

Memo: These Funds are in the appropriation bill for informational purposes only and are not controlled in the Statewide Accounting and Reporting System (STARS).

Agricultural Research and Extension Service

Agency Profile

Analyst: Houston

Selected Measures

	FY 2003 Act	FY 2004 Act	FY 2005 Est	FY 2006 Est
1. Conduct educational outreach programs through the University of Idaho Cooperative Extension System.				
A. Provide educational opportunities for 8,750 farm and ranch operators and 300 private forest landowners. Target 8,750/300	18,750 /475	21,703/400	25,000/500	25,000/500
B. Improve food safety/nutritional quality of diets/food by providing educational opportunities for 2,200 individuals, families and food service personnel. Target 2,200	16,500	27,858	30,000	30,000
C. Enhance the UI's ability to conduct relevant education programs for 750 individuals, small business entrepreneurs, and 45 communities.	2,228/27	1,053/29	1,200/27	1,200/27
D. Increase youth participation in 4-H by 3% through school enrichment, special interest, and after school activities. Target 3% increase	25%	60%	1%	1%
E. Maintain the effectiveness and longevity of volunteers through orientations/education for 7,000 4-H leaders, 500 Master Gardeners, 50 Master Food Preservers, 250 Ag Cooperators, and 250 Family Finance Volunteers.	4,262/630/ 195/135/150	3,449/800/ 126/512/75	3,500/150/ 50/400/75	3,500/150/ 50/400/76
F. Provide financial and production management education to at least 100 FmHA borrowers through an integrated program with USDA Farm Service Agency.	75	15	program discontinued	program discontinued
G. Increase current level of \$3.7 million in extension grants, contracts, and county expenditures by 5%.	\$7.28 million/ 17%	\$8.39 million/ 15%	\$8.5 million/ 1.3%	\$8.6 million/ 1.2%
H. Produce or revise 50 Current Information System publications or Extension Bulletins on topics of interest and need by clientele.	43	48	35	35
2. Conduct fundamental and applied research programs through the Idaho Agricultural Experiment Station.				
A. Increase external funding for agricultural research. Total external funding.	\$14.7 million	\$12 million	\$12 million	\$13 million
B. Generate 100 technical publications with research results directed to the needs of Idaho agriculture, rural communities and families.	84	120	120	110
C. Maintain an average of 30 interactions and cooperative research program linkages with Idaho's commodity commissions/organizations and the Idaho Dept. of Agriculture in order to develop research programs that continue to meet Idaho agricultural needs.	40	40	40	40
D. Maintain an average of two new crop variety releases each year.	6	3	3	3

Agricultural Research and Extension Service

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2005 Original Appropriation	373.11	24,679,100	29,596,600	373.11	24,679,100	29,596,600
Reappropriations	0.00	0	1,577,600	0.00	0	1,577,600
HB 805 One-time 1% Salary Increase	0.00	186,600	227,700	0.00	186,600	227,700
Uncontrolled Non-state Funds	0.00	0	0	0.00	0	0
FY 2005 Total Appropriation	373.11	24,865,700	31,401,900	373.11	24,865,700	31,401,900
Non-Cognizable Funds and Transfers	1.60	0	0	1.60	0	0
FY 2005 Estimated Expenditures	374.71	24,865,700	31,401,900	374.71	24,865,700	31,401,900
Removal of One-Time Expenditures	0.00	(186,600)	(1,805,300)	0.00	(186,600)	(1,805,300)
FY 2006 Base	374.71	24,679,100	29,596,600	374.71	24,679,100	29,596,600
Benefit Costs	0.00	303,600	354,400	0.00	235,000	274,300
Inflationary Adjustments	0.00	35,100	51,200	0.00	0	0
Change in Employee Compensation	0.00	196,600	229,600	0.00	196,600	229,600
27th Payroll	0.00	687,700	802,800	0.00	687,700	802,800
Fund Shifts	0.00	215,000	0	0.00	187,400	0
FY 2006 Program Maintenance	374.71	26,117,100	31,034,600	374.71	25,985,800	30,903,300
Lump Sum and Carryover Request	0.00	0	0	0.00	0	0
FY 2006 Total	374.71	26,117,100	31,034,600	374.71	25,985,800	30,903,300
Change from Original Appropriation	1.60	1,438,000	1,438,000	1.60	1,306,700	1,306,700
% Change from Original Appropriation		5.8%	4.9%		5.3%	4.4%

Agricultural Research and Extension Service

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Original Appropriation	373.11	24,679,100	318,000	4,599,500	29,596,600

Reappropriations

Reappropriation--or 'carryover'--authority allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. 'Carryover' requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority. In FY 2004, ARES spent all of its General Fund Appropriation and carried over \$136,200 in Equine Education Funding. ARES also reported spending \$4,091,500 in Federal Formula Funding leaving \$1,441,400 to be carried over.

Agency Request	0.00	0	136,200	1,441,400	1,577,600
Governor's Recommendation	0.00	0	136,200	1,441,400	1,577,600

HB 805 One-time 1% Salary Increase

Agency Request	0.00	186,600	1,600	39,500	227,700
Governor's Recommendation	0.00	186,600	1,600	39,500	227,700

Uncontrolled Non-state Funds

Analyst Comment: The federal formula funds and miscellaneous revenues in this budget are not receipted to the State Treasury and the budget for those two funds is not controlled by the State Controller. That is, those two funds are off-budget and are shown in the Appropriation Bill and Legislative Budget Book only for informational purposes. The FY 2005 Total Appropriation in this document reflects \$183,600 in uncontrolled Miscellaneous Revenue and \$6,080,400 in uncontrolled Federal Formula Funds.

Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0

FY 2005 Total Appropriation

Agency Request	373.11	24,865,700	455,800	6,080,400	31,401,900
Governor's Recommendation	373.11	24,865,700	455,800	6,080,400	31,401,900

Non-Cognizable Funds and Transfers

The FY 2005 ARES appropriation did not include an FTP cap. Shown here is the net change in positions recorded on the University of Idaho's budget system for the Agricultural Research and Extension Service. This decision unit also spreads the lump-sum appropriation into standard objects to reflect the estimated expenditures and to build the FY 2006 request by object.

Agency Request	1.60	0	0	0	0
Governor's Recommendation	1.60	0	0	0	0

FY 2005 Estimated Expenditures

Agency Request	374.71	24,865,700	455,800	6,080,400	31,401,900
Governor's Recommendation	374.71	24,865,700	455,800	6,080,400	31,401,900

Removal of One-Time Expenditures

Remove funding provided for one-time reappropriations and one-time 1% salary increase.

Agency Request	0.00	(186,600)	(137,800)	(1,480,900)	(1,805,300)
Governor's Recommendation	0.00	(186,600)	(137,800)	(1,480,900)	(1,805,300)

FY 2006 Base

Agency Request	374.71	24,679,100	318,000	4,599,500	29,596,600
Governor's Recommendation	374.71	24,679,100	318,000	4,599,500	29,596,600

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Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates and retirement rates. Health insurance is projected to increase by 9.7% or \$632 per position. Retirement rates are scheduled to increase by 5.9% from 10.39% to 11% of salary for regular employees. Other benefit changes include a reduction in unemployment insurance rates, a reduction in Division of Human Resources rates for classified employees, and an increase in workers compensation rates.					
Agency Request	0.00	303,600	2,500	48,300	354,400
<i>The Governor does not recommend increases related to changes in the Public Employee's Retirement System.</i>					
Governor's Recommendation	0.00	235,000	1,900	37,400	274,300
Inflationary Adjustments					
Includes a general inflationary increase of 1.3% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	35,100	1,800	14,300	51,200
<i>The Governor recommends no increase for general inflation.</i>					
Governor's Recommendation	0.00	0	0	0	0
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	196,600	1,700	31,300	229,600
<i>The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.</i>					
Governor's Recommendation	0.00	196,600	1,700	31,300	229,600
27th Payroll					
Reflects the cost of one additional payroll in fiscal year 2006. This happens every eleven or twelve years because there are 364 days in 26 payperiods but a year has 365.242 days.					
Agency Request	0.00	687,700	5,700	109,400	802,800
Governor's Recommendation	0.00	687,700	5,700	109,400	802,800
Fund Shifts					
The federal funds received by the Agricultural Research & Extension Service (ARES) are capped and cannot be increased to cover new costs such as Maintenance of Current Operations (MCO) increases. Essentially the same thing is true with the dedicated funds (Equine Education and Miscellaneous Revenue) received by ARES as they are not expected to grow. This request for a fund shift would move ARES federal and dedicated fund MCO increases totaling \$215,000 to the General Fund. These maintenance increases include \$50,800 for personnel benefit increases, \$16,100 for inflationary increases, \$33,000 for a 1% CEC, and \$115,100 one-time for the 27 payroll. ARES makes this request to allow all existing federal and dedicated funds to continue to be used for programs and services instead of MCO increases.					
Agency Request	0.00	215,000	(11,700)	(203,300)	0
Governor's Recommendation	0.00	187,400	(9,300)	(178,100)	0
FY 2006 Program Maintenance					
Agency Request	374.71	26,117,100	318,000	4,599,500	31,034,600
Governor's Recommendation	374.71	25,985,800	318,000	4,599,500	30,903,300

Agricultural Research and Extension Service

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Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Lump Sum and Carryover Request

The Agricultural Research & Extension Service requests a lump sum appropriation for FY 2006. A lump sum appropriation allows for the transfer of spending authority between expenditure classes (Personnel Costs, Operating Expenses, Capital Outlay and Trustee/Benefit Payments) at the agency's discretion. ARES uses this flexibility to react quickly to the changing and unexpected needs of their statewide research and extension mission including the ability to provide startup funding for new faculty. As an exception to state budget laws, a lump sum appropriation requires specific legislative authorization and approval per Section 67-3508(1), Idaho Code. A Lump Sum Adjustment nets to zero dollars.

The Agricultural Research & Extension Service also requests carryover authority for the unexpended and unencumbered balance of any appropriation made for FY 2005.

Agency Request	0.00	0	0	0	0
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The Governor recommends a lump-sum appropriation but was silent regarding carryover.

Governor's Recommendation	0.00	0	0	0	0
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FY 2006 Total					
Agency Request	374.71	26,117,100	318,000	4,599,500	31,034,600
Governor's Recommendation	374.71	25,985,800	318,000	4,599,500	30,903,300

Agency Request

Change from Original App	1.60	1,438,000	0	0	1,438,000
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% Change from Original App	0.4%	5.8%	0.0%	0.0%	4.9%
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Governor's Recommendation

Change from Original App	1.60	1,306,700	0	0	1,306,700
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% Change from Original App	0.4%	5.3%	0.0%	0.0%	4.4%
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